Received: 10/31/2005 Status: CANCELLED Effective Date: 02/01/2006

PSC No: 120 - Electricity

New York State Electric & Gas Corporation

Revision: 8

Initial Effective Date: January 1, 2006

Superseding Revision: 6

SERVICE CLASSIFICATION NO. 2 (Continued)

SPECIAL PROVISIONS: (Cont'd)
(f) Economic Incentives: (Cont'd)

(3) Economic Development Zone Incentive: (Cont'd.)

The qualified incented load will be billed at the following applicable BRO, VRO, or ERO rates:

NYSEG Fixed Price (BRO):

| | Effective Date* | | |
|--|-----------------|-----------|-----------|
| | 01/01/05 | 04/01/05 | 10/01/05 |
| Delivery Charges | | | |
| Customer Charge | \$6.68 | \$6.68 | \$6.68 |
| Demand Charge | | | |
| (All kilowatt-hours, per kilowatt-hour) | \$6.11 | \$6.11 | \$6.11 |
| Energy Charge | | | |
| (All kilowatt-hours, per kilowatt-hour) | | | |
| Up to and including 200 hours use of metered demand | \$0.00676 | \$0.00676 | \$0.00676 |
| Over 200 hours use and up to and including 350 hours use of metered demand | \$0.00609 | \$0.00609 | \$0.00609 |
| Over 350 hours use of metered demand | \$0.00487 | \$0.00487 | \$0.00487 |
| Transition Charge | | | |
| (All kilowatt-hours, per kilowatt-hour) | \$0.01540 | \$0.01359 | \$0.00385 |
| Commodity Charge | | | |
| (All kilowatt-hours, per kilowatt-hour) | \$0.07110 | 0.07811 | 0.10614 |
| Reactive Charge | | | |
| Reactive kilovolt-ampere hours, per billing reactive | | | |
| kilovolt-ampere hour | \$0.00095 | \$0.00095 | \$0.00095 |

^{*} These rates may be revised every six months on April 1 and October 1 of each year, as explained in Rate Choices Available to Customers, NYSEG Fixed Price (BRO), in this Service Classification.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Binghamton, New York